

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

|                                      |   |                 |
|--------------------------------------|---|-----------------|
| THE APPLICATION OF GOSHEN UTILITIES, | ) |                 |
| INC. FOR (I) A CERTIFICATE OF PUBLIC | ) |                 |
| CONVENIENCE AND NECESSITY, (II)      | ) |                 |
| AUTHORIZATION FOR FINANCING OF THE   | ) | CASE NO. 96-140 |
| CONSTRUCTION PROJECT, AND (III) AN   | ) |                 |
| ADJUSTMENT OF THE RATES FOR WATER    | ) |                 |
| SERVICE IN OLDHAM COUNTY             | ) |                 |

O R D E R

On April 8, 1996, Goshen Utilities, Inc. ("Goshen") submitted an application with the Commission seeking approval of its proposed water system improvements, plan of financing, and proposed increase in water rates. Goshen's application was considered filed on May 15, 1996, when all deficiencies were cured. The proposed financing consists of a \$190,645 commercial loan from the Citizens Union Bank of Shelby County.

KRS 278.300 provides that the Commission shall have 60 days after filing to consider applications for authority to issue or assume securities or evidence of indebtedness unless it is necessary for good cause to continue the application for a longer time than 60 days. In this proceeding, required information concerning the details of the improvements to be financed by the loan was not filed until July 10, 1996. The Commission has not had ample opportunity to review this information in order to make a ruling on Goshen's proposed construction project. Since the proposed financing is contingent upon regulatory approval for the system improvements, it would be premature

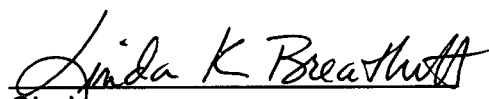
for the Commission to grant authority to incur the indebtedness when no ruling has been made on the project.

The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds that good cause exists to continue the financing application beyond the 60-day period specified in KRS 278.300(2).

IT IS THEREFORE ORDERED that Goshen's application for authorization to incur additional indebtedness be and it hereby is continued beyond the 60-day period specified in KRS 278.300(2), pending a ruling on Goshen's request for a Certificate of Convenience to Construct.

Done at Frankfort, Kentucky, this 12th day of July, 1996.

PUBLIC SERVICE COMMISSION

  
Chairman

  
Vice Chairman

  
Commissioner

ATTEST:

  
Executive Director